# UNITED STATES DISTRICT COURT DISTRICT OF MASSACHUSETTS

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iRACING.COM MOTORSPORT SIMULATIONS, LLC, a Delaware Limited Liability Company,

Civil Action No. 05-11639 NG

Plaintiff,

٧.

TIM ROBINSON, individually and d/b/a www.ow-racing.com and www.torn8oalley.com

Defendant.

ASSENTED TO MOTION TO AMEND COMPLAINT

Pursuant to F.R.C.P. 15(a), the undersigned Plaintiff iRacing.com

Motorsport Simulations, LLC ("iRacing") hereby moves to amend its complaint to include <a href="https://www.First-Racing-Sucks.com">www.First-Racing-Sucks.com</a> as an additional business name for defendant Tim Robinson ("Robinson") As grounds for this Motion, iRacing states that it learned after filing the original complaint that Robinson is the registered owner of <a href="https://www.First-Racing-Sucks.com">www.First-Racing-Sucks.com</a>, by which he was distributing copies of the applications that are the subject of this copyright action.

In addition, the proposed amended complaint, attached hereto as Exhibit A, reflects that the Court has entered a preliminary injunction and thus does not seek temporary and preliminary relief.

iRacing has provided a copy of the proposed amended complaint to counsel for Robinson, who has assented to this motion.

WHEREFORE, iRacing respectfully requests that the permit iRacing to file the proposed amended complaint attached hereto.

Dated: September 2, 2005 Boston, Massachusetts

iRacing.com Motorsport Simulations, LLC

By its attorneys,

/S/ Irwin Schwartz

Irwin B. Schwartz BBO #548763 Petrie Schwartz LLP 500 Boylston Street, Suite 1860 Boston, Massachusetts 02116 (617) 421-1800 (617) 421-1810 (fax)

### Certificate of Service

I, Irwin B. Schwartz, attorney for Plaintiff iRacing.com Motorsport Simulations, LLC, hereby certify that on this 2nd day of September 2005, I filed the foregoing document with the Clerk of the Court using the CM/ECF system, which will send notification of such filing to: Joseph F. Ryan, Lyne Woodworth & Evarts LLP, 600 Atlantic Avenue, Boston, MA 02210, counsel for Defendant Tim Robinson.

/S/ Irwin Schwartz Irwin B. Schwartz

# UNITED STATES DISTRICT COURT DISTRICT OF MASSACHUSETTS

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iRACING.COM MOTORSPORT SIMULATIONS, LLC, a Delaware Limited Liability Company,

05-11639 NG

Civil Action No.

Plaintiff.

V.

AMENDED COMPLAINT

TIM ROBINSON, individually and d/b/a www.ow-racing.com, www.torn8oalley.com and www.First-Racing-Sucks.com

Defendant.

iRacing.com Motorsport Simulations, LLC, f/k/a First, LLC and First-Racing.Net ("iRacing"), alleges for its complaint against Tim Robinson ("Robinson"), individually and d/b/a www.ow-racing.com, www.torn8oalley.com and www.First-Racing-Sucks.com, as follows:

### **INTRODUCTION**

1. In December 2004, iRacing trusted Robinson enough to allow him to test the Beta version of an auto racing simulation computer game iRacing was developing but had not yet released (the "Beta Software") under the protections of a Confidential Disclosure Agreement. A few months later, iRacing discovered that Robinson was offering unauthorized modifications to iRacing's NASCAR® Racing 2003 Season ("NASCAR® 2003") computer auto racing simulation software for free download from www.ow-racing.com and asked Robinson to cease and desist from offering those downloads. Robinson temporarily removed the links from his website to the offending files, but threatened to make the links "active again at an appropriate time."

- 2. Apparently, Robinson believed early August 2005 was an "appropriate time" to intentionally and maliciously: (a) violate iRacing's registered copyrights in NASCAR® 2003 by offering downloads and reactivating links to his modifications of NASCAR® 2003, which modifications include mechanisms that enable end users to circumvent NASCAR® 2003's copyright protection systems; (b) act as the registrant for and maintain three different websites (www.ow-racing.com, www.torn8oalley.com and www.First-Racing-Sucks.com) through which he facilitated the propagation and support of his NASCAR® 2003 derivative versions; and (c) violate the Confidential Disclosure Agreement by disclosing and disseminating confidential and proprietary information regarding iRacing's Beta Software.
- 3. Accordingly, iRacing brought this action for: (a) preliminary injunctive relief (which this Court entered on the parties' stipulation on August 26, 2005); (b) permanent injunctive relief and damages arising from Robinson's multiple and volitional violations of United States copyright law, the End User License Agreement, and the Confidential Disclosure Agreement; and (c) declaratory judgment that iRacing owns the exclusive rights to create derivative works from NASCAR® 2003.

#### JURISDICTION AND VENUE

- 4. This Court has subject matter jurisdiction pursuant to 28 U.S.C. §§ 1331, 1338 and 1367.
- 5. Pursuant to 28 U.S.C. § 1400(b), venue is proper in this jurisdiction because iRacing is located here and Robinson's violation and threatened violation of iRacing's copyrights knowingly caused and continues to cause injury here. Indeed, the Confidential Disclosure Agreement lists iRacing's address as Bedford, Massachusetts

and, between the time Robinson first posted links to the offending files and the present, Robinson has, on numerous occasions, contacted representatives of iRacing both via email and via telephone numbers with Massachusetts area codes.

# THE PARTIES

- 6. iRacing is a limited liability company organized and existing under the laws of the state of Delaware, with a principal place of business in Bedford,

  Massachusetts. iRacing is the registered copyright owner of the NASCAR® 2003 computer software game that is the leader in the simulated auto racing genre.
- 7. On information and belief, Robinson resides in Richardson, Texas.

  Robinson has actual knowledge that his copyright violations cause injury to iRacing in Massachusetts.
- 8. Robinson has registered www.ow-racing.com, www.torn8oalley.com and www.First-Racing-Sucks.com as domain names.

### **IRACING'S COPYRIGHTS**

- 9. NASCAR® 2003 was developed by iRacing's predecessor-in-interest, Papyrus Design Group, Inc. ("Papyrus"), and released by Papyrus and its parent company, Sierra On-Line, Inc. ("Sierra"), in February 2003. David Kaemmer is iRacing's President and a founder of Papyrus.
- 10. Papyrus and Kaemmer developed NASCAR® 2003 through tremendous effort and at great expense (a fact Robinson expressly acknowledged in the Confidential Disclosure Agreement). NASCAR® 2003's game designers, artists, producers and programmers strove to create a software game that appealed to a large number of players and would maintain the interest of those players for many years.

- 11. iRacing is the registered owner of NASCAR® 2003 under United States Copyright Office number PA-1-266-286. The registration is in full force and effect and covers nearly all aspects of NASCAR® 2003 as it is distributed in the marketplace, including, without limitation:
  - (a) all of the human and machine readable computer code and any other data distributed on CD-ROM with each copy of the game;
  - (b) all graphical and textual elements of the screens that appear when the game is executed on a personal computer;
  - (c) all graphical and textual elements of manuals and other documents distributed with the games; and
  - (d) all motion picture and sound recordings, and other audio visual elements of the game.
  - 12. In early May 2004, Papyrus ceased operations.
- 13. On May 28, 2004, Papyrus and Sierra sold their copyrights in the NASCAR® 2003 software to iRacing's predecessor, First, LLC, and now iRacing is the registered owner of copyrights in the software.

#### NASCAR® 2003

- 14. NASCAR® 2003 is widely regarded as the most realistic computerized auto racing simulation ever created. Numerous NASCAR drivers have used it as a training tool. NASCAR® 2002 and NASCAR® 2003 respectively won the gamespy.com Racing Simulation of the Year award.
- 15. NASCAR® 2003 was distributed on CD-ROMs for use on personal computers.

16. NASCAR® 2003 includes an application called Securom to protect the software from piracy. In effect, Securom creates a lock and key that only allows the user to run NASCAR® 2003 if the NASCAR® 2003 CD-ROM is in the computer's disc drive. This application protects against piracy by seeking to prevent the use of illicit copies or altered versions of the software.

# THE END USER LICENSE AGREEMENT

- 17. Upon installation of NASCAR® 2003 on a user's computer, the software presents the user with the End User License Agreement and asks the user to accept or reject its terms.
- 18. NASCAR® 2003 only installs on the user's computer if the user accepts the EULA's terms. If the user rejects the EULA's terms, the setup will close, NASCAR® 2003 will not install on the computer and the user may not use the software. iRacing attaches a true and correct copy of the NASCAR® 2003 EULA as <a href="Exhibit A">Exhibit A</a> and incorporates that agreement as if fully set forth herein.
- 19. If accepted by a user, the EULA permits the user to install NASCAR® 2003 on a home, portable or business computer, but only permits use of a single copy of the software. Exhibit A, ¶ 1.
  - 20. The EULA explicitly prohibits:
  - (a) copying, reproducing, deriving source code or reverse engineering NASCAR® 2003 (i.e., analyzing the computer-language instructions to determine the way in which the programs were written), Exhibit A, ¶ 3.A;
  - (b) transferring reproductions of NASCAR® 2003 to other parties in any way, Exhibit A, ¶ 3.C(i); and

- (c) exploiting the game for "any commercial purpose." Exhibit A, ¶ 3.C(ii ).
- 21. Finally, the EULA limits the purposes for which an end user may copy the program to those necessary for the end user's utilization of the program or for his or her personal archives. Exhibit A, ¶ 10. The EULA specifically requires the end user to destroy all archival copies of the program if he or she transfers his or her rights to the program. Id.
- The EULA provides commercially reasonable contractual protection of iRacing's rights and copyrights in NASCAR® 2003.
- The EULA has not materially changed from the time it was distributed with the original software release of NASCAR® 2003.
- 24. In email exchanges with iRacing, Robinson informed iRacing that he had the NASCAR® 2003 EULA in his possession. Based on this information, iRacing believes that Robinson installed NASCAR® 2003 on a computer and accepted the NASCAR® 2003 EULA.
- 25. To the extent Robinson did not accept the EULA or otherwise obtained and used a pirated copy of NASCAR® 2003, he did so in violation of iRacing's copyrights by making unlicensed use of the software.
- 26. iRacing holds the rights to enforce the EULA to the extent necessary to protect its rights in NASCAR® 2003.

### ROBINSON'S MODIFICATION OF NASCAR® 2003

- 27. Among other things, NASCAR® 2003 contains executable files, which are denominated by the suffix "exe". An executable file contains both instructions to the computer in the form of machine code and data upon which some of those instructions operate. Upon installation of NASCAR® 2003, NR2003.exe is installed on the user's computer hard drive.
- 28. NR2003.exe contains machine-readable software code that implements many complex physics formulas. NR2003.exe also contains data that is run through these physics formulas. These physics formulas are at the core of the creative expression that is NASCAR® 2003 and are a large part of the creative value manifested in the software code. With each previous new release of the NASCAR® series, Papyrus programmers improved the physics formulas and changed the data to make the simulation more realistic and more exciting for the user.
- 29. This physics formula data is part of the NR2003.exe file and is stored at fixed locations within that computer file. Each time the NASCAR® 2003 program is run, the physics formula data values are installed into the same locations in the computer's electronic memory.
- 30. Upon information and belief, through explicitly prohibited reverse engineering either the NR2003.exe file and/or using tools that examine the computer's memory as NR2003.exe is running, third parties located the physics formula data in NR2003.exe file and determined the meaning.
- 31. Using the information illicitly acquired through such reverse engineering, third parties developed the Hack Tool, which is a computer program that identifies and

locates the physics formula data within NR2003.exe, extracts this proprietary data from NR2003.exe, modifies the data, reads the modified data back into NR.2003.exe from the disk, and then overwrites NR2003.exe's data with the modified data.

- 32. Upon information and belief, Robinson used the Hack Tool or some other third party application to modify the NR2003 exe to change parameters within the NASCAR® 2003 physics model to simulate two racing series other than NASCAR. Specifically, Robinson created two executables: (1) the "OW-Racing 2005 Mod" which simulates the Indy Racing League; and (2) the "Sprint Car Mod" that simulates the Sprint Car Series (collectively, the "Open Wheel Mods").
  - 33. The executable file for OW-Racing 2005 Mod is owr2k5 v1.0.0.1.zip.
- 34. The Open Wheel Mods are unlicensed derivatives of NASCAR® 2003 that are more than 99 percent original NR2003.exe code and less than one percent modified code.
- 35. When installing the OW-Racing 2005 Mod, the application asks the end user for the NASCAR® 2003 directory installed on his or her PC, then copies this directory and adds some modified files, including a hacked executable that defeats the Securom copy protection (the "NO-CD file").
- 36. The Sprint Car Mod does not itself include a NO-CD file, but Robinson has developed a separate NO-CD file that users may download to circumvent the Securom copy protection when running the Sprint Car Mod.
- 37. The executable application for the NO-CD file for the Sprint Car Mod is called owsc nocd temp.zip.
  - 38. With these NO-CD files, both Open Wheel Mods can run as standalone

versions that do not require the user to have a NASCAR® 2003 CD physically in his computer to run the software.

- 39. Defeating the Securom copy protection allows persons who download the Open Wheel Mods to freely transfer them to users who have neither a legitimate version of NASCAR® 2003 installed on their computers nor a copy of the NASCAR® 2003 CD.
- 40. Robinson's circumvention of the Securom copy protection thus promotes game piracy and dissuades consumers from buying legitimate copies of NASCAR® 2003.

# ROBINSON'S DISTRIBUTION OF NASCAR® 2003 DERIVATIVE VERSIONS

- 41. In or around March 2005, iRacing discovered that Robinson was offering modifications to NASCAR® 2003 for free download in violation of iRacing's copyrights.
- 42. On March 4, 2005, iRacing sent Robinson an email requesting that Robinson cease and desist offering infringing files for download.
- 43. Robinson complied, but threatened to make those links "active again at an appropriate time."
  - 44. In or around August 2005, iRacing discovered that:
  - (a) in order to propagate the OW-Racing 2005 Mod, Robinson was offering it for free download on two websites: www.ow-racing.com and www.First-Racing-Sucks.com; and
  - (b) in order to propagate the NO-CD file for the Sprint Car Mod,Robinson was: (i) offering it for free download on www.torn8oalley.com; and(ii) providing a link to the NO-CD file on www.ow-racing.com.

- 45. www.ow-racing.com was hosting the OW-Racing 2005 Mod and a link to the NO-CD file for the Sprint Car Mod.
- 46. www.First-Racing-Sucks.com was also distributing the OW-Racing 2005 Mod.
  - 47. www.torn8oalley.com was hosting the NO-CD file for the Sprint Car Mod.

    ROBINSON'S PUBLICATION OF iRACING'S CONFIDENTIAL INFORMATION
- 48. On December 23, 2004, before publishing the OW-Racing 2005 Mod or the NO-CD file, Robinson, as "Owner, OW-Racing.com," agreed to test the beta version of racing software iRacing was developing but had not yet released (the "Beta Software").
- 49. As part of that agreement, Robinson signed a Confidential Disclosure Agreement in which he agreed not to disclose "valuable and confidential information" relating to the Beta Software.
- 50. iRacing attaches a true and correct copy of the Confidential Disclosure

  Agreement as Exhibit B and incorporates that agreement as if fully set forth herein.
  - 51. Specifically, the Confidential Disclosure Agreement provides:
  - (a) "Without prior written consent of Company, [Robinson] shall neither disclose to any third party any or all of the Information disclosed by Company hereunder, including the existence of the Product, or permit any such third party to have access to such Information, nor use such Information for any purpose other than [Beta testing] ... " Exhibit B, ¶ 2;
  - (b) "[Robinson] shall be held expressly liable for any damages sustained by the Company due a [sic] breach of this agreement by [Robinson].

[Robinson] may also be held liable for damages sustained by the Company due to a release or dissemination of confidential information, proprietary information, intellectual property or software," Exhibit B, ¶ 7; and

- "[Robinson] hereby acknowledges that such information, software (c) and intellectual property in development is the result of great expense by the Company and acknowledges that future income of the Company could be adversely impacted by the release or dissemination of proprietary intellectual property." Id.
- In reliance on the Confidential Disclosure Agreement, iRacing disclosed 52. confidential information to Robinson and, for a time, Robinson participated in testing the Beta Software.
- In June and July 2005, in violation of the Confidential Disclosure 53. Agreement, Robinson made numerous postings on the Internet in which he disclosed and disseminated confidential and proprietary information regarding the Beta Software and differences between the Beta Software and NASCAR® 2003.
- 54. iRacing has captured screen shots of these postings and, if requested, will make them available in camera for the Court's inspection.
- 55. In one of the postings, Robinson asserted that the Confidential Disclosure Agreement would "never stand up in court."
- Robinson's violation of the Confidential Disclosure Agreement was thus 56. both intentional and malicious.

# THE NEED FOR INJUNCTIVE RELIEF

- 57. Copyright law protects NASCAR® 2003, which is also protected by the EULA and numerous other efforts by iRacing and its predecessors-in-interest to prevent its unauthorized dissemination.
- 58. Robinson's creation, publication and distribution of the OW-Racing 2005 Mod and the NO-CD file have and will cause iRacing immediate, irreparable and incalculable injury.
- 59. Robinson was aware of iRacing's copyrights in NASCAR® 2003, and his posting of derivative versions thereof was and is in knowing and willful violation of such rights.
- 60. Permanent injunctive relief is necessary to protect iRacing's registered copyrights and to protect iRacing against both actual irreparable harm.

### **COUNT I**

(COPYRIGHT INFRINGEMENT UNDER THE COPYRIGHT ACT § 501(A))

- 61. iRacing realleges and incorporates by this reference the allegations contained in paragraphs 1 through 60 of this Complaint.
  - 62. iRacing is the assignee of the registered copyright in NASCAR® 2003.
- 63. Robinson's actions constitute direct infringement of iRacing's exclusive right to reproduce and distribute copies of its copyrighted works and derivative versions thereof.
- 64. Robinson's actions constitute a direct infringement of iRacing's exclusive rights under copyright by contributing to the infringing activity of users so substantially as to be directly liable for the end-user's infringing activity.

- 65. Robinson's actions constitute contributory infringement and active inducement of infringement of iRacing's exclusive rights under copyright because Robinson knew or should have known that his acts would induce, cause or materially contribute to third parties' infringement of iRacing's exclusive rights under copyright.
- 66. Robinson's actions constitute vicarious infringement of iRacing's exclusive rights under copyright.
- 67. Robinson's actions were a knowing, intentional and deliberate violation of iRacing's copyrights.
- 68. As a result of Robinson's infringements, iRacing has suffered and continues to suffer damages and irreparable injury.

# COUNT II (CIRCUMVENTION OF COPYRIGHT PROTECTION SYSTEMS – 17 U.S.C. § 1201(a))

- 69. iRacing realleges and incorporates by this reference the allegations contained in paragraphs 1 through 68 of this Complaint.
- 70. NASCAR® 2003's Securom copy protection is a technological measure that effectively controls access to a copyrighted work.
  - 71. Robinson's actions directly circumvent the Securom copy protection.
- 72. Robinson likewise knowingly and directly offers to the public, provides or otherwise traffics in technology that is primarily designed or produced for the purpose of circumventing the Securom copy protection, or that has only a limited commercially significant purpose or use other than to circumvent the Securom copy protection.
- 73. Robinson's actions constitute both vicarious and contributory violations of the prohibitions against circumvention of copyright protection systems and against

trafficking in such circumvention technology.

- 74. Robinson's actions constitute active inducement of violations of the prohibitions against circumvention of copyright protection systems and against trafficking in such circumvention technology.
- 75. As a result of Robinson's infringements, iRacing has suffered and continues to suffer damages and irreparable injury.

# COUNT III (DECLARATORY RELIEF)

- 76. iRacing realleges and incorporates by this reference the allegations contained in paragraphs 1 through 75 of this Complaint.
  - 77. iRacing is the assignee of the registered copyright in NASCAR® 2003.
- 78. As the assignee of the registered copyright, iRacing has the exclusive right to reproduce and distribute copies of its copyrighted works and derivative versions thereof.
- 79. Nonetheless, Robinson has stated that his conduct is not illegal and, accordingly, has implied that either iRacing's copyright in NASCAR® 2003 is not enforceable, iRacing does not have standing to enforce the EULA, or both.
- 80. Accordingly, iRacing requests a declaratory judgment that: (a) Robinson has no right to reproduce or distribute copies of NASCAR® 2003 or any derivative versions thereof; (b) iRacing has the exclusive right to the source code and object code of NASCAR® 2003; and (c) iRacing has the exclusive right to reproduce and distribute copies of its copyrighted works and derivative versions thereof.

# COUNT IV (BREACH OF CONTRACT -- EULA)

- 81. iRacing realleges and incorporates by this reference the allegations contained in paragraphs 1 through 80 of this Complaint.
  - 82. The EULA explicitly prohibits:
  - (a) copying, reproducing, deriving source code or reverse engineering NASCAR® 2003, Exhibit A, ¶ 3.A;
  - (b) transferring reproductions of NASCAR® 2003 to other parties in any way, Exhibit A, ¶ 3.C(i); and
  - (c) exploiting the game for "any commercial purpose." Exhibit A, ¶ 3.C(ii ).
- 83. Robinson failed to do those things the EULA required him to do and/or did things the EULA prohibited him from doing, including among other things:
  - (a) Robinson copied NASCAR® 2003;
  - (b) Robinson created and/or used an executable file that overrode and disabled the Securom copy protection for the NASCAR® 2003 program;
  - (c) Robinson transferred reproductions of NASCAR® 2003 and games derivative of NASCAR® 2003 to members of the public as a download from the Internet; and
  - (d) Robinson exploited NASCAR® 2003 for his own commercial purposes.
- 84. iRacing fully performed under the EULA to the extent that contract required iRacing to perform.

- 85. All conditions precedent or concurrent to iRacing's claims have been fulfilled, performed or excused.
- 86. Robinson's breaches of the EULA damaged iRacing in an amount it will prove at trial.

# COUNT V (BREACH OF CONTRACT – CONFIDENTIAL DISCLOSURE AGREEMENT)

- 87. iRacing realleges and incorporates by this reference the allegations contained in paragraphs 1 through 86 of this Complaint.
  - 88. The Confidential Disclosure Agreement provides:
  - (a) "Without prior written consent of Company, [Robinson] shall neither disclose to any third party any or all of the Information disclosed by Company hereunder, including the existence of the Product, or permit any such third party to have access to such Information, nor use such Information for any purpose other than [Beta testing] . . . ;"
  - (b) "[Robinson] shall be held expressly liable for any damages sustained by the Company due a [sic] breach of this agreement by [Robinson]. [Robinson] may also be held liable for damages sustained by the Company due to a release or dissemination of confidential information, proprietary information, intellectual property or software;" and
  - (c) "[Robinson] hereby acknowledges that such information, software and intellectual property in development is the result of great expense by the Company and acknowledges that future income of the Company could be

adversely impacted by the release or dissemination of proprietary intellectual property."

- 89. Robinson failed to do those things the Confidential Disclosure Agreement required him to do and/or did things that agreement prohibited him from doing, including among other things:
  - (a) Robinson disclosed to third parties some or all of the confidential information iRacing disclosed to him relating to the Beta Software;
  - (b) Robinson permitted third parties to have access to some or all of the confidential information iRacing disclosed to him relating to the Beta Software;
  - (c) Robinson used some or all of the confidential information iRacing disclosed to him for purposes other than Beta testing; and
  - (d) Robinson released and/or disseminated iRacing's confidential information, proprietary information, intellectual property or software.
- 90. iRacing fully performed under the Confidential Disclosure Agreement to the extent that contract required iRacing to perform.
- 91. All conditions precedent or concurrent to iRacing's claims have been fulfilled, performed or excused.
- 92. As a result of Robinson's breaches of the Confidential Disclosure

  Agreement, iRacing has suffered and continues to suffer damages and irreparable injury.

# PRAYERS FOR RELIEF

WHEREFORE, iRacing respectfully requests that this Court:

- A. Issue a permanent injunction against Robinson and his agents and affiliates that prohibits them from:
  - (i) Infringing iRacing's copyrights;
  - (ii) Circumventing iRacing's copyright protection systems and distributing circumvention technology;
  - (iii) Continuing to breach the EULA and the Confidential Disclosure

    Agreement; and
  - (iv) Assisting, aiding, or abetting any person or entity from engaging in any of the acts set forth in this paragraph.
- B. Requiring Robinson to deliver to iRacing all copies of material in his possession that infringe or violate any of iRacing's rights;
- C. Enter judgment in favor of iRacing on Counts I, II, IV and V of this Complaint and award iRacing all actual and consequential damages it suffered as a result of Robinson's conduct;
  - D. Enter a declaratory judgment in favor of iRacing on Count III that:
    - (i) Robinson has no right to reproduce or distribute copies of NASCAR® 2003 or any derivative versions thereof;
    - (ii) iRacing has the exclusive right to the source code and object code of NASCAR® 2003; and
    - (iii) iRacing has the exclusive right to reproduce and distribute copies of its copyrighted works and derivative versions thereof.
- E. Impose penalties against Robinson for willful violation of the copyright laws;

- F. Award iRacing its costs, attorneys' fees and other expenses pursuant to the copyright laws and Paragraph 9 of the EULA;
- G. Award iRacing pre-and post-judgment interest on its damages measured at the higher of:
  - (i) the statutory interest rate; or
  - (ii) moratory interest measured by the benefit Robinson obtained from using and modifying the source code and object code for NASCAR® 2003 in a manner prohibited by the copyright laws and the applicable EULA; and
  - H. Order such further relief as the Court deems just and proper.

DATED: September \_\_\_\_, 2005

Respectfully submitted,

iRacing.com Motorsport Simulations, LLC

By its attorneys,

PETRIE SCHWARTZ LLP

Irwin B. Schwartz (#548763) 500 Boylston Street, Suite 1860 Boston, Massachusetts 02116 Telephone: (617) 421-1800

Facsimile: (617) 421-1810

EULA.txt

YOU SHOULD CAREFULLY READ THE FOLLOWING END USER LICENSE AGREEMENT BEFORE INSTALLING THIS SOFTWARE PROGRAM. BY INSTALLING OR OTHERWISE USING THE SOFTWARE PROGRAM, YOU AGREE TO BE BOUND BY THE TERMS OF THIS AGREEMENT. IF YOU DO NOT AGREE TO THE TERMS OF THIS AGREEMENT, PROMPTLY RETURN THE UNUSED SOFTWARE PROGRAM TO THE PLACE OF PURCHASE OR CONTACT SIERRA ENTERTAINMENT, INC. CUSTOMER SERVICE AT (310) 649-8008 FOR A FULL REFUND OF THE PURCHASE PRICE WITHIN 30 DAYS OF THE ORIGINAL PURCHASE.

This software program (the "Program"), any printed materials, any on-line or electronic documentation, and any and all copies and derivative works of such software program (including materials created with a so called level editor, if included) and materials are the copyrighted work of Sierra Entertainment, Inc., a division of Vivendi Universal Games, Inc. and/or its wholly owned subsidiaries, or its suppliers. All rights reserved, except as expressly stated herein. All use of the Program is governed by the terms of this End User License Agreement provided below ("License Agreement"). The Program is solely for use by end users according to the terms of the License Agreement. Any use, reproduction or redistribution of the Program not in accordance with the terms of the License Agreement is expressly prohibited.

END USER LICENSE AGREEMENT

- 1. Limited Use License. Sierra Entertainment, Inc. ("Sierra ") hereby grants, and by installing the Program you thereby accept, a limited, non-exclusive license and right to install and use one (1) copy of the Program for your use on either a home, business or portable computer. In addition, the Program has a multi-player capability that allows users to utilize the Program over the Internet via Sierra's online game network Sierra.com. Use of the Program over Sierra.com is subject to your acceptance of Sierra.com's Terms of Use Agreement. Sierra Entertainment, Inc. reserves the right to update, modify or change the Sierra.com Terms of Use Agreement at any time. The Program is licensed, not sold. Your license confers no title or ownership in the Program.
- 2. Ownership. All title, ownership rights and intellectual property rights in and to the Program and any and all copies thereof (including but not limited to any titles, computer code, themes, objects, characters, character names, stories, dialog, catch phrases, locations, concepts, artwork, animations, sounds, musical compositions, audio-visual effects, methods of operation, moral rights, any related documentation, and "applets" incorporated into the Program) are owned by Sierra Entertainment, Inc. or its licensors. The Program is protected by the copyright laws of the United States, international copyright treaties and conventions and other laws. All rights are reserved. The Program contains certain licensed materials and Sierra is licensors may protect their rights in the event of any violation of this Sierra 's licensors may protect their rights in the event of any violation of this Agreement.

3. Responsibilities of End User.
A. Subject to the Grant of License hereinabove, you may not, in whole or in part, copy, photocopy, reproduce, translate, reverse engineer, derive source code, modify, disassemble, decompile, create derivative works based on the Program, or remove any proprietary notices or labels on the Program without the prior consent, in writing, of Sierra.

B. The Program is licensed to you as a single product. Its component

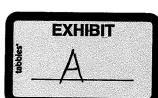
parts may not be separated for use on more than one computer.

C. You are entitled to use the Program for your own use, but you are

not entitled to: (i) sell, grant a security interest in or transfer reproductions of the Program to other parties in any way, nor to rent, lease or license the Program to others without the prior written consent of Sierra.

(ii) exploit the Program or any of its parts for any commercial purpose including, but not limited to, use at a cyber café, computer gaming center or any other

location-based site. Sierra may offer a separate Site License Agreement to permit you to make the Program available for commercial use; contact Sierra for details; (iii) host or provide matchmaking services for the Program or emulate or redirect the communication protocols used by Sierra in the network feature of the Program, through protocol emulation, tunneling, modifying or adding components to the Page 1



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Program, use of a utility program or any other techniques now known or hereafter developed, for any purpose including, but not limited to network play over the Internet, network play utilizing commercial or non-commercial gaming networks or as part of content aggregation networks without the prior written consent of Sierra; part of content aggregation networks without the prior written consent of Sierra; (iv) create or maintain, under any circumstance, more than one simultaneous connection to Sierra.com. All such connections to Sierra.com, whether created by the Program or by other tools and utilities, may only be made through methods and means expressly approved by Sierra Entertainment, Inc. Under no circumstances may you connect, or create tools that allow you to connect to Sierra.com's private binary interface or interfaces other than those explicitly provided by Sierra Entertainment, Inc. for public use.

- 4. Program Transfer. You may permanently transfer all of your rights under this License Agreement, provided the recipient agrees to the terms of this License Agreement and you agree to remove the Program from your home or portable computer.
- 5. Termination. This License Agreement is effective until terminated. You may terminate the License Agreement at any time by destroying the Program. Sierra may, at its discretion, terminate this License Agreement in the event that you fail to comply with the terms and conditions contained herein. In such event, you must immediately destroy the Program.
- 6. Export Controls. The Program may not be re-exported, downloaded or otherwise exported into (or to a national or resident of) any country to which the U.S. has embargoed goods, or to anyone on the U.S. Treasury Department's list of Specially Designated Nationals or the U.S. Commerce Department's Table of Denial Orders. By installing the Program, you are agreeing to the foregoing and you are representing and warranting that you are not located in, under the control of, or a national or resident of any such country or on any such list.
- 7. Limited Warranty. Sierra expressly disclaims any warranty for the Program, Editor and Manual(s). The Program, Editor and Manual(s) are provided "as Program, Editor and Manual(s). The Program, Editor and Manual(s) are provided "as is" without warranty of any kind, either express or implied, including, without limitation, the implied warranties of merchantability, fitness for a particular purpose, or noninfringement. The entire risk arising out of use or performance of the Program and Manual(s) remains with the User, however Sierra warrants up to and including 90 days from the date of your purchase of the Program that the media containing the Program shall be free from defects in material and workmanship. In the event that the media proves to be defective during that time period, and upon presentation to Sierra of proof of purchase of the defective Program, Sierra will at its option 1) correct any defect, 2) provide you with a product of equal or lesser value, or 3) refund your money. Some states do not allow the exclusion or limitation of implied warranties or liability for incidental damages, so the above limitations may not apply to you. may not apply to you.
- 8. Limitation of Liability. NEITHER SIERRA, VIVENDI UNIVERSAL INTERACTIVE PUBLISHING NORTH AMERICA, INC., ITS PARENT, SUBSIDIARIES OR AFFILIATES SHALL BE LIABLE IN ANY WAY FOR LOSS OR DAMAGE OF ANY KIND RESULTING FROM THE USE OF THE PROGRAM OR USE OF SIERRA ENTERTAINMENT, INC.'S ONLINE GAME NETWORK, SIERRA.COM INCLUDING, BUT NOT LIMITED TO, LOSS OF GOODWILL, WORK STOPPAGE, COMPUTER FAILURE OR MALFUNCTION, OR ANY AND ALL OTHER COMMERCIAL DAMAGES OR LOSSES. ANY WARRANTY AGAINST INFRINGEMENT THAT MAY BE PROVIDED IN SECTION 2-312(3) OF THE UNIFORM COMMERCIAL CODE AND/OR IN ANY OTHER COMPARABLE STATE STATUTE IS EXPRESSLY DISCLAIMED. FURTHER, SIERRA ENTERTAINMENT, INC. SHALL NOT BE LIABLE IN ANY WAY FOR THE LOSS OR DAMAGE TO PLAYER CHARACTERS, ACCOUNTS, STATISTICS OR USER PROFILE INFORMATION STORED ON SIERRA.COM. I UNDERSTAND AND ACKNOWLEDGE THAT SIERRA ENTERTAINMENT, INC. CANNOT AND WILL NOT BE RESPONSIBLE FOR ANY INTERRUPTIONS OF SERVICE ON SIERRA.COM INCLUDING, BUT NOT LIMITED TO ISP DISRUPTIONS, SOFTWARE OR HARDWARE FAILURES OR ANY OTHER EVENT WHICH MAY RESULT IN A LOSS OF DATA OR DISRUPTION OF SERVICE. Some states do not\_ allow the exclusion or limitation of incidental or consequential damages, or allow limitations on how long an implied warranty lasts, so the above limitations may not apply.

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- 9. Equitable Remedies. You hereby agree that Sierra would be irreparably damaged if the terms of this License Agreement were not specifically enforced, and therefore you agree that Sierra shall be entitled, without bond, other security, or proof of damages, to appropriate equitable remedies with respect to breaches of this License Agreement, in addition to such other remedies as Sierra may otherwise have available to it under applicable laws. In the event any litigation is brought by either party in connection with this License Agreement, the prevailing party in such litigation shall be entitled to recover from the other party all the costs, attorneys' fees and other expenses incurred by such prevailing party in the litigation.
- 10. Limitations on License. Nothing in this License Agreement shall preclude you from making or authorizing the making of another copy or adaptation of the Program provided, however, that (1) such new copy or adaptation is created as an essential step in your utilization of the Program in accordance with the terms of this License Agreement and for NO OTHER PURPOSE; or (2) such new copy or adaptation is for archival purposes ONLY and all archival copies are destroyed in the event of your Transfer of the Program, the Termination of this Agreement or other circumstances under which your continued use of the Program ceases to be rightful.
- 11. Miscellaneous. This License Agreement shall be deemed to have been made and executed in the State of California and any dispute arising hereunder shall be resolved in accordance with the law of California. You agree that any claim asserted in any legal proceeding by one of the parties against the other shall be commenced and maintained in any state or federal court located in the State of California, County of Los Angeles, having subject matter jurisdiction with respect to the dispute between the parties. This License Agreement may be amended, altered or modified only by an instrument in writing, specifying such amendment, alteration or modification, executed by both parties. In the event that any provision of this License Agreement shall be held by a court or other tribunal of competent jurisdiction to be unenforceable, such provision will be enforced to the maximum extent permissible and the remaining portions of this License Agreement shall remain in full force and effect. This License Agreement constitutes and contains the entire agreement between the parties with respect to the subject matter hereof and supersedes any prior oral or written agreements.

I hereby acknowledge that I have read and understand the foregoing License Agreement and agree that the action of installing the Program is an acknowledgment of my agreement to be bound by the terms and conditions of the License Agreement contained herein. I also acknowledge and agree that this License Agreement is the complete and exclusive statement of the agreement between Sierra and I and that the License Agreement supersedes any prior or contemporaneous agreement, either oral or written, and any other communications between Sierra and myself.

CONTRESTIALORISCU-OFURB GARGEMENT (the "Agreement") 2 dated Especial Control of the English of t

#### WITNESSETH

WHEREAS, Company possesses certain valuable and confidential information relating to its tentatively titled product, "FIRST-Racing net", (the "Product"); including but not limited to specifications and product features of said Product (the "Information"); and

WHEREAS, Company is willing to provide the Receiving Party, on a confidential basis, with some of its Information, so as to allow Company and the Receiving Party to enter into beta testing the Product; and

WHEREAS, the Receiving Party is willing to accept Company's disclosure of Information on a confidential basis, as provided for hereunder.

NOW, THEREFORE, in view of the foregoing premises which are hereby incorporated as a part of the Agreement, and in consideration of the mutual promises contained herein, Company and the Receiving Party hereby agree as follows:

- Company shall disclose either orally or in written form primarily on its beta website such of the Information as it deems necessary to facilitate its beta testing with the Receiving Party as stated above, and the Receiving Party shall accept and hold such Information in confidence in accordance with the provisions of Paragraph 2 hereof. Upon the request at any time by Company, the Receiving Party shall promptly return to Company all Information disclosed in written or tangible form, together with all copies thereof.
- Without prior written consent of Company, the Receiving Party shall neither disclose to any third party any or all of the Information disclosed by Company hereunder, including the existence of the Product, or permit any such third party to have access to such Information, nor use such Information for any purpose other than stated above and shall limit internal dissemination of the Information within its own organization to individuals whose duties justify the need to know such Information, and then only if there is a clear understanding with such individuals of their obligation to maintain the confidentiality of such Information and to restrict the use of such Information to the purpose herein specified. Such obligations of confidentiality shall continue until such a time as the Information becomes public knowledge without fault on the part of the Receiving Party. In addition, The Receiving Party acknowledges by signing this document that they are not under the employ, or beta testing, for any third party developing or producing Racing or Driving games or simulations.
- 3. The parties hereto understand that each may now market or have under development products which are competitive with products or services now offered or which may be offered by the other. Subject to the terms and conditions of this Agreement, discussions and/or communications between the parties hereto will not serve to impair the right of either party to develop, make, use, procure, and/or market products or services now or in the future which may be competitive with those offered by the other, nor require either party to disclose any planning or other information to the other.
- 4 For the purpose of keeping the Information confidential, the Receiving Party shall use efforts fully commensurate with those which the Receiving Party employs for the protection of corresponding information of Receiving Party, but the use of such efforts shall not constitute a defense in the event that any of the Information is not kept confidential in accordance with the terms of this Agreement.
- The Receiving Party represents and warrants to Company that it is not a party to any other agreement or under any obligation to any third party which would prevent it from entering into this Agreement or which would adversely affect this Agreement, or the Receiving Party's compliance with any of the undertakings set forth herein and also represents and warrants that the Receiving Party has no relationship other than that of being a customer with any game company or concern
- This disclosure of Information by Company to the Receiving Party shall not result in any obligation on the part of either party to enter into any future agreement or to undertake any other obligation not set forth in a written agreement signed by the parties hereto.
- 7. The Receiving Party shall be held expressly liable for any damages sustained by the Company due a breach of this agreement by the Receiving Party. The Receiving Party may also be held liable for damages sustained by the Company due to a release of or dissemination of confidential information, proprietary information, intellectual property or software. The Receiving Party hereby acknowledges that such information, software and intellectual property in development is the result of great expense by the Company and acknowledges that future income of the Company could be adversely impacted by the release or dissemination of proprietary intellectual property.
- This Agreement contains the entire understanding between parties with respect to the matters contemplated herein and supersedes all previous written and oral negotiations, commitments, and understandings. This Agreement cannot be altered or otherwise amended except pursuant to an instrument in writing signed by each of the parties hereto and making specific reference to this Agreement.

IN WITNESS WHEREOF, Company and the Receiving Party have caused this Agreement to be executed, as of the date first above written

Company:	Receiving Party:
By:	By Dinista, O. Roli
Print Name: Steve Myers	Print Name: TIMOTHY O. ROBINSON
Title: Vice President of Operations	Title: OWN ER, OW-RACING. COM
Date: 12/14/04	Date: 12 23 04

